

Overview

Regional Markets: MENA markets closed the session lower as five out of the eight indexes ended in red, while two in green and one remained unchanged for the day. The performance of regional markets during the week has been mostly mixed on the back of lack of domestic development and subdued quarterly earnings. Further the geopolitical scene is also having an effect on investor sentiments as they are refraining from making any new bets. UAE markets closed on a negative note as Dubai and Abu Dhabi were both down by 0.3% and 0.1% respectively for the day. Both indexes have remained under pressure during the week after reporting strong gains during the month of July. Saudi Arabia closed higher by 0.5% for the day, extending the weekly gains to 0.8%. The market breadth in Saudi Arabia was skewed towards gainers with 109 compared to 59 losers for the day. Qatar closed on a positive note as it was up by 0.3% for the day, while the performance during the week remains negative. Egypt closed marginally lower by 0.2% for the day after rising sharply in the previous two sessions. Kuwait closed marginally lower by 0.1% for the day, remaining range bound during the week. Oman was down by 0.7%, while Bahrain was flat for the day. Oman has remained under pressure throughout 2017 as it is undergoing a challenging period with economic growth slowing down due to depressed oil prices.

International Markets: US markets closed in red as DJIA, Nasdaq and S&P were all down by 0.2% each for the day. European markets closed on a positive note as FTSE, DAX and CAC were all up by 0.1%, 0.3% and 0.2% respectively. At the time of writing this report, Asian markets have opened on a negative note as Nikkei, Hang Seng and Shanghai are down by 1.3%, 0.7% and 0.4% respectively.

Headlines

(WW) US consumer credit rose at slower pace in June

(WW) US goes solo, Europe grows stronger with new alliances

(WW) China July exports, imports weaker than expected

(WW) China July car sales rise on fading tax impact, strong economy

(WW) UK economy takes a hit as expenditure slumps further

(WW) Growth prospects downgraded for UK construction industry

(WW) Drop in German trade activity feeds into global stimulus debate

(WW) BOJ should dial back stimulus even if inflation misses target

(WW) Asia markets rally as US jobs data boosts optimism

(CMD) Oil prices fall further as Libyan field resumes production

(CMD) Gold rises as dollar eases, focus on US inflation data

(FX) Sterling treads water after drop, outlook bearish

(FX) Dollar slips back toward lows on Fed rate hike doubts

(SA) Saudi sees USD 5.8bn invested in 816 factories under construction

(SA) Not much project spending expected this year in Saudi Arabia

(SA) Saudi Arabia to allow full foreign ownership of engineering firms

(SA) New Saudi firm to develop 24 parks to generate USD 34.7bn revenue

(SA) Saudi business conditions improve greatly in quarter

(AE) Real estate transactions in Dubai exceeded USD 106bn in 18 months

(AE) Dubai hotels outshine Mena peers in occupancy, revenue

(EG) Egypt economy could expand at 6pc per year

(EG) Egyptian banks benefit from strong net interest margin expansion

(KW) Kuwait gives nod to GCC value added tax

(BH) New equity market to foster growth among Bahraini SMEs

(BH) Bahrain mandates five banks for international bond issue

(Source: Thomson Reuters, Bloomberg)

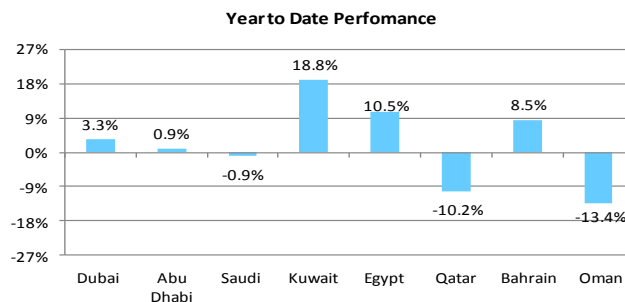
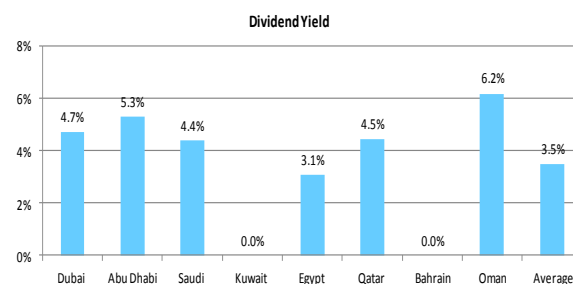
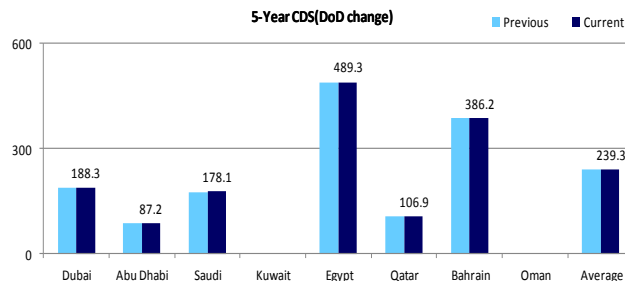
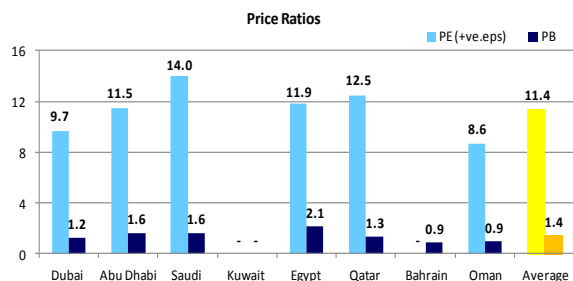
MENA Markets

| Index | Last | DoD (%) | WTD (%) | MTD (%) | YTD (%) | ST Trend * | MT Trend * | LT Trend * |
|-------------------|-----------|---------|---------|---------|---------|------------|------------|------------|
| Dubai (DFMGI) | 3,647.87 | -0.3% | -0.7% | 0.4% | 3.3% | ▲ | ▲ | ▼ |
| Abu Dhabi (ADSMI) | 4,588.06 | -0.1% | -0.2% | 0.5% | 0.9% | ▲ | ▲ | ▲ |
| Saudi (SASEIDX) | 7,145.54 | 0.5% | 0.8% | 0.7% | -0.9% | ▼ | ▲ | ▲ |
| Kuwait (KWSE) | 6,829.92 | -0.1% | 0.1% | -0.3% | 18.8% | ▲ | ▼ | ▲ |
| Egypt (EGX30) | 13,637.69 | -0.2% | 1.7% | 1.6% | 10.5% | ▼ | ▲ | ▲ |
| Qatar (DSM) | 9,373.49 | 0.3% | -0.3% | -0.3% | -10.2% | ▲ | ▼ | ▼ |
| Bahrain (BHSEIDX) | 1,323.74 | -0.0% | 0.1% | -0.3% | 8.5% | ▲ | ▼ | ▲ |
| Oman (MSM30) | 5,005.73 | -0.7% | -1.0% | -0.4% | -13.4% | ▼ | ▼ | ▼ |

MENA Market Statistics

| Index | Volume (mln) | 3M Avg. Volume (mln) | 6M Avg. Volume (mln) | Value (USD mln) | 3M Avg. Value (USD mln) | 6M Avg. Value (USD mln) | Market Cap (USD mln) |
|-------------------|--------------|----------------------|----------------------|-----------------|-------------------------|-------------------------|----------------------|
| Dubai (DFMGI) | 160 | 280 | 296 | 60 | 93 | 108 | 84,731 |
| Abu Dhabi (ADSMI) | 195 | 110 | 104 | 64 | 46 | 50 | 135,799 |
| Saudi (SASEIDX) | 151 | 157 | 168 | 897 | 783 | 835 | 450,304 |
| Kuwait (KWSE) | 110 | 76 | 218 | 65 | 53 | 78 | 75,578 |
| Egypt (EGX30) | 300 | 304 | 285 | 42 | 61 | 80 | 19,567 |
| Qatar (DSM) | 0 | 11 | 11 | 0 | 89 | 93 | 110,348 |
| Bahrain (BHSEIDX) | 3 | 3 | 4 | 1 | 2 | 2 | 20,458 |
| Oman (MSM30) | 9 | 13 | 16 | 5 | 6 | 9 | 13,947 |

Valuation and Performance Comparisons



Top Performers by Country (* indicates native currency; Latest data)

| | Top Gainers | | | | | Top Losers | | | | |
|--------------|----------------------------------|---------|--------|---------------|------------------|----------------------------------|---------|---------|---------------|------------------|
| | Company | Close * | DoD % | Volume ('000) | Value (AED '000) | Company | Close * | DoD % | Volume ('000) | Value (AED '000) |
| Dubai | AIR ARABIA PJSC | 1.08 | 5.56% | 0 | 61,384 | DAMAC PROPERTIES DUBAI CO PSC | 4.05 | -2.22% | 6,178 | 25,306 |
| | GULF NAVIGATION HOLDING PJSC | 1.30 | 3.85% | 0 | 5 | AMANAT HOLDINGS PJSC | 1.12 | -1.79% | 1,790 | 2,023 |
| | NATIONAL CENTRAL COOLING CO PJSC | 2.11 | 1.90% | 5,927 | 12,390 | DRAKE AND SCULL INTERNATIONAL | 0.39 | -1.78% | 11,019 | 4,370 |
| | MARKA PJSC | 0.73 | 1.10% | 310 | 225 | AMLAQ FINANCE PJSC | 1.14 | -1.75% | 11,634 | 13,381 |
| | DUBAI ISLAMIC INSURANCE | 1.00 | 1.00% | 886 | 881 | ISLAMIC ARAB INSURANCE CO PSC | 0.46 | -1.52% | 3,621 | 1,678 |
| Abu Dhabi | GULF CEMENT CO PSC | 0.97 | 12.37% | 50 | 46 | NATIONAL MARINE DREDGING PSC | 4.60 | -10.00% | 1 | 4 |
| | ABU DHABI AVIATION | 2.80 | 6.79% | 12 | 31 | SHARJAH CEMENT AND INDUSTRIAL | 1.08 | -2.78% | 10 | 11 |
| | RAS AL KHAIMAH CERAMICS PSC | 2.40 | 3.33% | 140 | 331 | INTERNATIONAL HOLDING COMPANY | 1.54 | -2.60% | 297 | 464 |
| | AGTHIA GROUP PJSC | 5.50 | 1.27% | 20 | 112 | SUDATEL TELECOM GROUP LTD | 0.54 | -1.85% | 330 | 180 |
| | METHAQ TAKAFUL INSURANCE CO | 0.89 | 1.12% | 3,449 | 3,053 | RAS AL KHAIMAH CEMENT CO PSC | 0.77 | -1.30% | 136 | 106 |
| Saudi Arabia | SAUDI PRINTING AND PACKAGING CO | 18.56 | 9.81% | 2,862 | 50,739 | AL BAHA INVESTMENT AND DEVELOP | 28.35 | -5.82% | 5,287 | 154,524 |
| | TIHAMA ADVERTISING AND PUBLIC | 49.00 | 9.59% | 2,369 | 111,021 | BAAZEEM TRADING COMPANY CJSC | 26.00 | -3.85% | 9 | 245 |
| | SAUDI PAPER MANUFACTURING CO | 7.42 | 7.55% | 4,455 | 31,899 | AL ANDALUS PROPERTY CO SJSC | 22.40 | -3.57% | 955 | 21,782 |
| | AL KHALEEJ TRAINING AND EDUCA | 17.60 | 6.25% | 1,075 | 18,369 | ZAMIL INDUSTRIAL INVESTMENT CO | 28.15 | -3.55% | 256 | 7,344 |
| | AL JOUF AGRICULTURAL DEVELOP | 28.60 | 4.55% | 1,001 | 28,017 | JAZAN DEVELOPMENT COMPANY SJSC | 16.06 | -2.62% | 490 | 7,980 |
| Kuwait | UNICAP INVESTMENT AND FINANCE | 44.00 | 6.82% | 120 | 5 | AJWAN GULF REAL ESTATE CO KSCP | 68.00 | -8.82% | 28 | 2 |
| | AUTOMATED SYSTEMS CO KPSC | 170.00 | 5.88% | 1 | 0 | NATIONAL INTERNATIONAL HOLDING | 69.00 | -8.70% | 424 | 31 |
| | ARABI GROUP HOLDINGS KSCP | 90.00 | 4.44% | 100 | 9 | AL MADINA FOR FINANCE AND INVEST | 48.50 | -8.25% | 2,337 | 118 |
| | GULF CABLE AND ELECTRICAL INDUS | 439.00 | 4.33% | 436 | 187 | AL SALAM GROUP HOLDING CO KSCP | 56.00 | -8.21% | 7,698 | 450 |
| | JIYAD HOLDING CO KSCP | 52.00 | 3.65% | 34 | 2 | KUWAIT INSURANCE COMPANY SAKP | 249.00 | -7.63% | 50 | 13 |
| Egypt | UNIVERSAL CO FOR PACKAGING | 11.97 | 19.63% | 88 | 962 | SUEZ BAGS CO SAE | 44.66 | -8.46% | 14 | 638 |
| | ARAB ENGINEERING INDUSTRIES SAE | 6.82 | 7.33% | 10 | 67 | NORTH AFRICA CO FOR REAL ESTATE | 1.12 | -6.25% | 348 | 403 |
| | BELTONE FINANCIAL HOLDING SAE | 14.15 | 6.43% | 943 | 12,934 | NAEEM HOLDING FOR INVESTMENTS | 0.51 | -5.88% | 521 | 274 |
| | RAYA CONTACT CENTER CO | 13.05 | 5.90% | 20 | 247 | INTERNATIONAL COMPANY | 10.92 | -3.57% | 3 | 31 |
| | ISMAILIA MISR POULTRY CO SAE | 2.02 | 5.45% | 1,585 | 3,118 | DELTA SUGAR CO SAE | 32.29 | -3.44% | 47 | 1,529 |
| Qatar | QATAR GENERAL INSURANCE | 29.70 | 9.93% | 1 | 14 | AL MEERA CONSUMER GOODS CO | 154.00 | -2.21% | 124 | 19,276 |
| | QATAR INSURANCE CO SAQ | 70.00 | 1.86% | 17 | 1,206 | ISLAMIC HOLDING GROUP QSC | 51.90 | -1.73% | 16 | 831 |
| | AHLI BANK QSC | 32.40 | 1.85% | 0 | 3 | OOREDOO QSC | 95.20 | -1.58% | 48 | 4,598 |
| | SALAM INTERNATIONAL INVESTMENT | 9.00 | 1.56% | 47 | 421 | AAMAL CO QSC | 11.20 | -1.52% | 19 | 216 |
| | DLALA BROKERAGE AND INVESTMENT | 18.10 | 1.49% | 10 | 181 | QATAR OMAN INVESTMENT CO QSC | 8.65 | -1.50% | 14 | 126 |

Top 30 MENA Stocks by Market Capitalization (* indicates native currency; Latest data)

| | Company Name | Country | Market Cap (USD mln) | Close * | DoD % | YTD % | Volume ('000) | Value (USD '000) | 52w High * | 52w Low * | P/E | P/B | Div. Yield (T12M) |
|----------------------------------|---|---------|----------------------|---------|-------|--------|---------------|------------------|------------|-----------|-----|-----|-------------------|
| 1 | Saudi Basic Industries Corporation SJSC | SA | 78,478 | 98.10 | 0.3% | 7.2% | 2,897 | 75,796 | 105.40 | 76.00 | 16 | 1.9 | 6.1% |
| 2 | Emirates Telecommunications Group Co | AE | 43,333 | 18.30 | 0.0% | -2.7% | 1,197 | 5,964 | 20.00 | 17.10 | 18 | 3.6 | 4.4% |
| 3 | Saudi Telecom Company SJSC | SA | 39,466 | 74.00 | 0.0% | 0.0% | 134 | 2,647 | 78.90 | 51.00 | 0 | 0.0 | 0.0% |
| 4 | Qatar National Bank SAQ | QA | 35,184 | 138.90 | 1.0% | -6.2% | 164 | 6,266 | 157.27 | 121.70 | 10 | 1.8 | 2.3% |
| 5 | First Abu Dhabi Bank PJSC | AE | 32,194 | 10.85 | -0.5% | 8.6% | 856 | 2,528 | 11.55 | 8.30 | 13 | 1.2 | 4.1% |
| 6 | Al Rajhi Banking & Investment Corp | SA | 27,473 | 63.40 | 1.0% | 0.6% | 2,686 | 45,412 | 71.70 | 48.60 | 12 | 1.9 | 3.5% |
| 7 | National Commercial Bank SJSC | SA | 26,666 | 50.00 | -0.2% | 17.4% | 282 | 3,754 | 58.00 | 32.00 | 11 | 1.7 | 3.2% |
| 8 | Saudi Electricity Company SJSC | SA | 26,643 | 23.98 | -0.6% | 7.1% | 1,246 | 7,965 | 26.05 | 14.30 | 11 | 1.4 | 2.9% |
| 9 | DP World Ltd | AE | 19,090 | 23.00 | -0.2% | 31.4% | 69 | 430 | 23.85 | 15.53 | 20 | 2.2 | 1.7% |
| 10 | Almarai Co SJSC | SA | 17,045 | 79.90 | 0.0% | 16.6% | 284 | 6,048 | 98.30 | 51.50 | 31 | 4.8 | 1.1% |
| 11 | Jabal Omar Development Co SJSC | SA | 16,605 | 67.00 | 1.4% | -10.4% | 213 | 3,812 | 76.00 | 46.00 | 72 | 6.1 | 0.0% |
| 12 | Emaar Properties PJSC | AE | 16,239 | 8.33 | -0.2% | 16.8% | 1,575 | 3,573 | 8.53 | 6.37 | 11 | 1.4 | 0.0% |
| 13 | Industries Qatar QSC | QA | 15,746 | 94.90 | 0.7% | -19.2% | 161 | 4,201 | 122.00 | 91.10 | 18 | 1.8 | 4.2% |
| 14 | Saudi Arabian Mining Co SJSC | SA | 15,034 | 48.25 | 0.0% | 23.7% | 308 | 3,957 | 53.80 | 27.80 | 220 | 2.2 | 0.0% |
| 15 | National Bank of Kuwait SAKP | KW | 14,050 | 716.00 | 1.4% | 15.7% | 3,031 | 7,196 | 723.81 | 533.33 | 14 | 1.3 | 4.0% |
| 16 | Samba Financial Group SJSC | SA | 13,098 | 24.56 | -0.2% | 0.9% | 807 | 5,285 | 27.10 | 15.90 | 10 | 1.1 | 3.9% |
| 17 | Emirates NBD Bank PJSC | AE | 12,318 | 8.14 | 0.5% | -4.1% | 79 | 175 | 9.00 | 7.60 | 7 | 0.8 | 4.9% |
| 18 | Kuwait Finance House KSCP | KW | 10,573 | 553.00 | 1.5% | 12.6% | 6,590 | 12,085 | 572.73 | 413.64 | 17 | 1.7 | 2.8% |
| 19 | Abu Dhabi Commercial Bank PJSC | AE | 10,502 | 7.42 | 0.3% | 0.0% | 1,703 | 3,441 | 7.68 | 5.66 | 10 | 1.3 | 5.4% |
| 20 | Kingdom Holding Co | SA | 10,357 | 10.48 | 0.0% | -12.3% | 677 | 1,891 | 12.95 | 9.80 | 73 | 1.4 | 4.8% |
| 21 | Saudi British Bank SJSC | SA | 10,000 | 25.00 | 0.0% | 0.0% | 185 | 1,235 | 28.40 | 16.40 | 10 | 1.1 | 2.8% |
| 22 | Banque Saudi Fransi SJSC | SA | 9,675 | 30.10 | 0.3% | 15.3% | 28 | 226 | 33.20 | 18.00 | 10 | 1.1 | 0.0% |
| 23 | Ezdan Holding Group QSC | QA | 9,457 | 13.00 | -0.3% | -14.0% | 57 | 202 | 20.24 | 10.72 | 17 | 1.2 | 3.8% |
| 24 | Emirates Islamic Bank PJSC | AE | 8,945 | 6.05 | 0.0% | 0.0% | 1 | 1 | 11.95 | 1.57 | 95 | 4.7 | 0.0% |
| 25 | Emaar Malls Group PJSC | AE | 8,753 | 2.47 | -0.8% | 0.0% | 4,236 | 2,849 | 2.97 | 2.38 | 17 | 1.9 | 0.0% |
| 26 | Riyad Bank SJSC | SA | 8,560 | 10.70 | 0.2% | 0.0% | 212 | 604 | 11.80 | 8.55 | 11 | 0.9 | 0.0% |
| 27 | Masraf Al Rayan QSC | QA | 8,526 | 41.45 | 0.1% | 10.2% | 154 | 1,756 | 45.40 | 33.05 | 15 | 2.5 | 4.8% |
| 28 | Yanbu National Petrochemicals Co SJSC | SA | 8,265 | 55.10 | 1.5% | 2.0% | 328 | 4,812 | 61.75 | 39.90 | 14 | 2.0 | 5.4% |
| 29 | Ooredoo QSC | QA | 8,231 | 93.70 | -1.6% | -8.0% | 48 | 1,231 | 116.10 | 88.20 | 16 | 1.3 | 3.7% |
| 30 | Dubai Islamic Bank PJSC | AE | 8,208 | 6.10 | -0.8% | 9.5% | 1,790 | 2,974 | 6.29 | 5.01 | 10 | 1.2 | 7.4% |
| Total M-Cap; W. Avg Yield | | | 568,711 | | | | | | | | | | 3.2% |

Data Source: Thomson Reuters

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